



MEMBERS:

SEN. SANBORN, MAJORITY VICE CHAIR
SEN. CASSIS
SEN. STAMAS
SEN. HUNTER, MINORITY VICE CHAIR
SEN. CLARKE
SEN. OLSHOVE

STATE OF MICHIGAN

THE SENATE

BANKING AND FINANCIAL
INSTITUTIONS
COMMITTEE

SENATOR RANDY RICHARDVILLE
CHAIR

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MINUTES

The Senate Banking and Financial Institutions Committee held a meeting on Wednesday, March 18, 2009, in the Farnum Building, Room 210. Senator Richardville called the meeting to order at 9:03 a.m.

Attendance was recorded as follows:

Present: Senators Richardville (C), Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Absent: None

Excused: Stamas

Senator Richardville announced the order of business:

Adoption of February 18, 2009 minutes

****testimony only****

HB 4453 Rep. Jackson Civil procedure; foreclosure; mediation program for mortgages of certain residential property that are in default; create.

HB 4454 Rep. Coulouris Civil procedure; foreclosure; mediation program for mortgages of certain residential property that are in default; create.

HB 4455 Rep. Johnson Civil procedure; foreclosure; mediation program for mortgages of certain residential property that are in default; create.

SB 379 Sen. Olshove Financial institutions; loan officers; mortgage loan officer registration requirements; require for consumer financial service companies.

SB 380 Sen. Van Woerkom Financial institutions; loan officers; registration of consumer financial services company mortgage loan officers; allow under mortgage brokers, lenders, and services act.

SB 381 Sen. Hardiman Financial institutions; loan officers; registration of consumer financial services company mortgage loan officers; allow under secondary mortgage act.

Senator Clarke arrived at 9:06 a.m.

Senator Sanborn moved to adopt the minutes from the February 18, 2009 committee meeting.

Yeas: Richardville, Sanborn, Stamas, Hunter, Clarke, and Olshove

Nays: None

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The motion prevailed.

Senator Cassis arrived at 9:11 a.m.

Senator Richardville announced the next order of business was to hear testimony on House Bills 4453, 4454, and 4455. The following testified and answered questions from the committee members:

Ms. Joelle Demand, representing the Michigan Bankers' Association—OPPOSED

Mr. Murray Brown, representing the Michigan Mortgage Lenders Association—OPPOSED

Ms. Marcia Hune, representing the Michigan Credit Union League—SUPPORT

Ms. Lorrain Brown, representing the Michigan Advocacy Project—SUPPORT

In the interest of time, Senator Richardville explained that the committee would continue to hear testimony the following week from those present in today's meeting but were not able to speak.

Senator Richardville announced the next order of business before the Committee was Senate Bills 379, 380, and 381.

Senator Richardville gave a brief summary of the bills. SBs 379-381 amend the Consumer Financial Services Act, the Mortgage Brokers, Lenders, Servicers Licensing Act, and the Secondary Mortgage Act, respectively, to require loan officer registration for those loan officers regulated under the Consumer Financial Services Act. These bills are identical to similar bills last session and require that all loan officers in Michigan become registered with the Office of Financial and Insurance Regulation (OFIR) by April 1, 2009. The three bill package is bi-partisan.

The following individuals submitted cards in support of the bills, but did not wish to speak:

Ms. Jenita Moore, representing OFIR—SUPPORT

Mr. Murray Brown, representing the Michigan Financial Services Association—SUPPORT

Being no further testimony on the bills, Senator Richardville requested a motion to report SB 379 with recommendation.

Senator Sanborn moved to report SB 379 with recommendation.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion to give SB 379 immediate effect.

Senator Sanborn moved, with Senator Hunter's support, to give SB 379 immediate effect.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

The Senate Banking and Financial Institutions Committee reported SB 379 with recommendation to the Committee of the Whole and further recommended that the bill be given immediate effect.

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Senator Richardville requested a motion to adopt the S-1 for SB 380.

Senator Hunter moved, with Senator Cassis's support, to adopt the S-1 for SB 380.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion to report 380 (S-1) with recommendation.

Senator Hunter moved to report SB 380 (S-1) with recommendation.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion to give SB 380 (S-1) immediate effect.

Senator Sanborn moved to give SB 380 (S-1) immediate effect.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

The Senate Banking and Financial Institutions Committee reported SB 380 (S-1) with recommendation and further recommended that the bill be given immediate effect.

Senator Richardville requested a motion to adopt the S-1 for SB 381.

Senator Hunter moved to adopt the S-1 for SB 381.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion to report SB 381 (S-1) with recommendation.

Senator Sanborn moved to report SB 381 (S-1) with recommendation.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

Senator Richardville requested a motion to give SB 381(S-1) immediate effect.

Senator Hunter moved to give SB 381 (S-1) immediate effect.

Yeas: Richardville, Sanborn, Cassis, Stamas, Hunter, Clarke, and Olshove

Nays: None

The motion prevailed.

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The Senate Banking and Financial Institutions Committee reported SB 381 (S-1) with recommendation and further recommended that the bill be given immediate effect.

Being no further business before the Committee, Senator Richardville adjourned the meeting without objection at 9:50 a.m.

25 March 2009
Date approved by the Committee